

State Rhode Island**OFFICIAL**

Methods and Standards for Establishing Payment Rates - Inpatient Hospital Care

77-11

Plan Amendment: Reasonable Charges - Inpatient Hospital Services:
45 CFR 250.30; (a), (2), (1), and (11)

In making reimbursement for inpatient hospital services provided under the State Plan, the State agency will follow the methods in:

1. For each voluntary* hospital licensed under the General Laws of Rhode Island, the Single State Agency will apply the standards and principles as described in the attached Alternative Reimbursement Plan approved by the Secretary of HEW.
2. For each public hospital licensed under the General Laws of Rhode Island also participating in the Health Insurance for the Aged Program under Title XVIII of the Social Security Act, the State agency will apply the same standards, cost reporting period, cost reimbursement principles, and method of cost apportionment currently used in computing reimbursement to such hospital under Title XVIII of the Act, except that effective July 1, 1969, the inpatient routine service costs for medical assistance recipients will be determined subsequent to the application of the Title XVIII method of apportionment, and the calculation will exclude the applicable Title XVIII inpatient routine service costs (including any nursing salary cost differential).

R.I. Tr. 9/1/77 Rec'd 11/8/77 ~~10-1-77~~

* It should be noted that there are no proprietary hospitals in the State of Rhode Island.